

JAN 24 2013

S.B. NO. 1203

A BILL FOR AN ACT

RELATING TO CONFORMITY OF THE HAWAII ESTATE AND GENERATION-
SKIPPING TRANSFER TAX LAW TO THE INTERNAL REVENUE CODE.

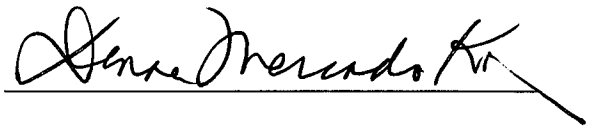
BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. The purpose of this Act is to conform the
2 Hawaii estate and generation-skipping transfer tax law to the
3 Internal Revenue Code.

4 SECTION 2. Chapter 236E, Hawaii Revised Statutes, is
5 amended to effectuate the purpose of this Act.

6 SECTION 3. This Act shall take effect upon its approval.

7
8 INTRODUCED BY:

A handwritten signature in black ink, appearing to read "Sen. Mercedino", is written over a horizontal line.

9 BY REQUEST

S.B. NO. 1203

Report Title:

Estate and Generation-Skipping Transfer Tax; Conformity to the Internal Revenue Code for 2012

Description:

Provides a vehicle for conforming amendments to the Hawaii estate and generation-skipping transfer tax law based upon amendments to the Internal Revenue Code made in calendar year 2012.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

JUSTIFICATION SHEET

DEPARTMENT: Taxation

TITLE: A BILL FOR AN ACT RELATING TO CONFORMITY OF THE HAWAII ESTATE AND GENERATION-SKIPPING TRANSFER TAX LAW TO THE INTERNAL REVENUE CODE.

PURPOSE: To amend Hawaii's estate and generation-skipping transfer tax law to conform with changes to the Internal Revenue Code made in calendar year 2012.

MEANS: Amend sections 236E-3, Hawaii Revised Statutes (HRS).

JUSTIFICATION: Section 236E-4(c), HRS, mandates that the Department of Taxation submit to each regular session of the Legislature a bill that amends Hawaii's estate and generation-skipping transfer tax law to conform to changes in the Internal Revenue Code. This bill amends section 236E-3, HRS, by changing the date from 2011 to 2012 to reflect tax law changes made in the 2012 calendar year.

Note: Additional amendments to conforming provisions are anticipated.

Impact on the public: Conformity through amendments to the operative provisions of the Internal Revenue Code will minimize the burden on taxpayers to comply with the requirements of Hawaii's estate and generation-skipping transfer tax law.

Impact on the department and other agencies: Conforming Hawaii's estate and generation-skipping transfer tax law to that of the Internal Revenue Code will increase consistency between the state and federal jurisdictions.

GENERAL FUND: Pending.

OTHER FUNDS: None .

PPBS PROGRAM
DESIGNATION: None .

OTHER AFFECTED
AGENCIES: None .

EFFECTIVE DATE: Upon approval .